

UNITED STATES DISTRICT COURT  
EASTERN DISTRICT OF WASHINGTON

NORMAN FERRIER,

Plaintiff,

v.

CAROLYN W. COLVIN,  
Acting Commissioner of Social  
Security,

Defendant.

No. 1:14-CV-03015-RHW

**ORDER GRANTING PLAINTIFF'S  
MOTION FOR SUMMARY  
JUDGMENT AND REMANDING  
FOR PAYMENT OF BENEFITS**

Before the Court are the parties' cross-motions for summary judgment, ECF Nos. 17, 19. D. James Tree represents Norman Ferrier ("Plaintiff" or "Claimant") and Special Assistant United States Attorney Daphne Banay represents Defendant Commissioner of Social Security (the "Commissioner"). Plaintiff brings this action seeking judicial review, pursuant to 42 U.S.C. § 405(g), of the Commissioner's final decision, which denied his application for Disability Insurance Benefits ("DIB") under Title II of the Social Security Act, 42 U.S.C §§ 401-434. After reviewing the administrative record and briefs filed by the parties, the Court is now fully informed. For the reasons set forth below, the Court grants

1 Plaintiff's Motion for Summary Judgment, remands for immediate payment of  
2 benefits, and directs entry of judgment in favor of Plaintiff.

### 3 **I. Jurisdiction**

4 Plaintiff filed an application for DIB on December 29, 2010. Tr. 142-143.  
5 Plaintiff's application was initially denied on July 18, 2011, Tr. 70-79, and on  
6 reconsideration on September 15, 2011, Tr. 81-90. Plaintiff filed a written request  
7 for hearing on September 22, 2011. Tr. 99-100. On September 12, 2012,  
8 Administrative Law Judge ("ALJ") Tom L. Morris held a hearing in Seattle,  
9 Washington. Tr. 31-67. On October 15, 2012, the ALJ issued a decision finding  
10 Plaintiff ineligible for DIB payments. Tr. 20-27. The Appeals Council denied  
11 Plaintiff's request for review on December 20, 2013, Tr. 1-3, making the ALJ's  
12 ruling the "final decision" of the Commissioner. Plaintiff timely filed the present  
13 action challenging the denial of benefits, and accordingly, Plaintiff's claims are  
14 properly before this Court pursuant to 42 U.S.C. § 405(g).

### 15 **II. Sequential Evaluation Process**

16 The Social Security Act defines disability as the "inability to engage in any  
17 substantial gainful activity by reason of any medically determinable physical or  
18 mental impairment which can be expected to result in death or which has lasted or  
19 can be expected to last for a continuous period of not less than twelve months." 42  
20 U.S.C. §§ 423(d)(1)(A), 1382c(a)(3)(A). A claimant shall be determined to be

1 under a disability only if his or her impairments are of such severity that the  
2 claimant is not only unable to perform previous work, but cannot, considering  
3 claimant's age, education and work experience, engage in any other substantial  
4 gainful work which exists in the national economy. 42 U.S.C. §§ 423(d)(2)(A) &  
5 1382c(a)(3)(B).

6 The Commissioner has established a five-step sequential evaluation process  
7 for determining whether a claimant is disabled within the meaning of the Social  
8 Security Act. 20 C.F.R. §§ 404.1520(a)(4) & 416.920(a)(4); *Lounsbury v.*  
9 *Barnhart*, 468 F.3d 1111, 1114 (9th Cir. 2006).

10 Step one inquires whether the claimant is presently engaged in “substantial  
11 gainful activity.” 20 C.F.R. §§ 404.1520(b) & 416.920(b). Substantial gainful  
12 activity is defined as significant physical or mental activities done or usually done  
13 for profit. 20 C.F.R. §§ 404.1572 & 416.972. If the claimant is engaged in  
14 substantial activity, he or she is not entitled to disability benefits. 20 C.F.R. §§  
15 404.1571 & 416.920(b). If not, the ALJ proceeds to step two.

16 Step two asks whether the claimant has a severe impairment, or combination  
17 of impairments, that significantly limits the claimant’s physical or mental ability to  
18 do basic work activities. 20 C.F.R. §§ 404.1520(c) & 416.920(c). A severe  
19 impairment is one that lasted or is expected to last for at least twelve months, and  
20 must be proven by reference to objective medical evidence. 20 C.F.R. §§

1 404.1508-09 & 416.908-09. If the claimant does not have a severe impairment, or  
2 combination of impairments, the disability claim is denied, and no further  
3 evaluative steps are required. Otherwise, the evaluation proceeds to the third step.

4 Step three involves a determination of whether any of the claimant's severe  
5 impairments "meets or equals" one of the listed impairments acknowledged by the  
6 Commissioner to be sufficiently severe as to preclude substantial gainful activity.  
7 20 C.F.R. §§ 404.1520(d), 404.1525, 404.1526 & 416.920(d), 416.925, 416.926;  
8 20 C.F.R. § 404 Subpt. P. App. 1 ("the Listings"). If the impairment meets or  
9 equals one of the listed impairments, the claimant is *per se* disabled and qualifies  
10 for benefits. *Id.* If the claimant is not *per se* disabled, the evaluation proceeds to  
11 the fourth step.

12 Step four examines whether the claimant's residual functional capacity  
13 enables the claimant to perform past relevant work. 20 C.F.R. §§ 404.1520(e)-(f)  
14 & 416.920(e)-(f). If the claimant can still perform past relevant work, then the  
15 claimant is not entitled to disability benefits and the inquiry ends there. *Id.* If the  
16 claimant cannot perform past relevant work, the ALJ must proceed to step five.

17 Step five shifts the burden to the Commissioner to prove that the claimant is  
18 able to perform other work in the national economy, taking into account the  
19 claimant's age, education, and work experience. *See* 20 C.F.R. §§ 404.1512(f),  
20 404.1520(g), 404.1560(c) & 416.912(f), 416.920(g), 416.960(c). To meet this

1 burden, the Commissioner must establish that (1) the claimant is capable of  
2 performing other work; and (2) such work exists in “significant numbers in the  
3 national economy.” 20 C.F.R. §§ 404.1560(c)(2); 416.960(c)(2); *Beltran v. Astrue*,  
4 676 F.3d 1203, 1206 (9th Cir. 2012).

### 5 **III. Standard of Review**

6 A district court's review of a final decision of the Commissioner of Social  
7 Security is governed by 42 U.S.C. § 405(g). The scope of review under § 405(g) is  
8 limited, and the Commissioner's decision will be disturbed “only if it is not  
9 supported by substantial evidence or is based on legal error.” *Hill v. Astrue*, 698  
10 F.3d 1144, 1158-59 (9th Cir. 2012) (citing § 405(g)). Substantial evidence means  
11 “more than a mere scintilla but less than a preponderance; it is such relevant  
12 evidence as a reasonable mind might accept as adequate to support a conclusion.”  
13 *Sandgathe v. Chater*, 108 F.3d 978, 980 (9th Cir.1997) (quoting *Andrews v.*  
14 *Shalala*, 53 F.3d 1035, 1039 (9th Cir. 1995)) (internal quotation marks omitted).  
15 In determining whether the Commissioner’s findings are supported by substantial  
16 evidence, “a reviewing court must consider the entire record as a whole and may  
17 not affirm simply by isolating a specific quantum of supporting evidence.”  
18 *Robbins v. Soc. Sec. Admin.*, 466 F.3d 880, 882 (9th Cir. 2006) (quoting *Hammock*  
19 *v. Bowen*, 879 F.2d 498, 501 (9th Cir. 1989)).

1 In reviewing a denial of benefits, a district court may not substitute its  
2 judgment for that of the ALJ. *Matney v. Sullivan*, 981 F.2d 1016, 1019 (9th Cir.  
3 1992). If the evidence in the record “is susceptible to more than one rational  
4 interpretation, [the court] must uphold the ALJ's findings if they are supported by  
5 inferences reasonably drawn from the record.” *Molina v. Astrue*, 674 F.3d 1104,  
6 1111 (9th Cir. 2012); *see also Thomas v. Barnhart*, 278 F.3d 947, 954 (9<sup>th</sup> Cir.  
7 2002) (if the “evidence is susceptible to more than one rational interpretation, one  
8 of which supports the ALJ’s decision, the conclusion must be upheld”). Moreover,  
9 a district court “may not reverse an ALJ's decision on account of an error that is  
10 harmless.” *Molina*, 674 F.3d at 1111. An error is harmless “where it is  
11 inconsequential to the [ALJ's] ultimate nondisability determination.” *Id.* at 1115.  
12 The burden of showing that an error is harmful generally falls upon the party  
13 appealing the ALJ's decision. *Shinseki v. Sanders*, 556 U.S. 396, 409–10 (2009).

#### 14 IV. Statement of Facts

15 The facts of the case are set forth in detail in the transcript of proceedings,  
16 and only briefly summarized here. Plaintiff was born on January 28, 1975, and  
17 was 37 years-old on the date of the hearing. Tr. 33. Plaintiff obtained a GED in  
18 2010, Tr. 168, and has worked as a bottling machine operator, as a material  
19 handler, and a trailer assembler, Tr. 36. At the time of the hearing, Plaintiff was  
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1 enrolled at Yakima Valley Community College, and was focusing his study on  
2 education and social work. Tr. 40.

3 Plaintiff alleges he is unable to work due to constant pain, testifying to lower  
4 back pain that radiates into his hips and down his right leg, right shoulder pain, and  
5 pain in his right wrist. Tr. 41.

### 6 **V. The ALJ's Findings**

7 The ALJ determined that Plaintiff was not disabled under the Social Security  
8 Act and denied his application for DIB benefits, filed on December 29, 2010.<sup>1</sup> Tr.  
9 20-27.

10 **At step one**, the ALJ found that the Plaintiff had not engaged in substantial  
11 gainful activity since January 3, 2010, the date on which he alleges onset of his  
12 disability. Tr. 22 (citing 20 C.F.R. § 404.1571 *et seq.*).

13 **At step two**, the ALJ found Plaintiff had the following severe impairments:  
14 spine disorders. Tr. 22 (citing 20 C.F.R. § 404.1520(c)).

15 **At step three**, the ALJ found that Plaintiff did not have an impairment or  
16 combination of impairments that meets or medically equals the severity of one of  
17 the listed impairments in 20 C.F.R. §§ 404, Subpt. P, App. 1. Tr. 22-23 (citing  
18 404.1520(d), 404.1525, and 404.1526).

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<sup>1</sup> ALJ Morris indicates in his decision that Plaintiff filed his application on  
December 28, 2010. Tr. 20. The date on the application itself, however, is  
December 29, 2010. Tr. 142-43.

1 At **step four**, the ALJ found Plaintiff had the residual functional capacity  
2 (“RFC”) to perform light work with the additional requirement that he be able to  
3 periodically alternate between sitting and standing, which could be accomplished  
4 with normal breaks and lunch. Tr. 23. In addition, the ALJ found that Plaintiff is  
5 able to frequently stoop, crouch, and crawl, and occasionally climb ladders, ropes  
6 or scaffolds, but must avoid concentrated exposure to extreme cold, vibration, and  
7 hazards. *Id.* Trevor G. Duncan, M.Ed., a vocational expert, testified at the hearing  
8 that an individual with Plaintiff’s restrictions could not perform any of Plaintiff’s  
9 past relevant work, Tr. 56-57, and based on this testimony, the ALJ found that  
10 Plaintiff is unable to perform past relevant work, Tr. 25.

11 At **step five**, the ALJ found, after considering his age, education, work  
12 experience, and residual functional capacity, that Plaintiff is capable of making a  
13 successful adjustment to other work that exists in significant numbers in the  
14 national economy. Tr. 26-27.

## 15 VI. Issues for Review

16 Plaintiff argues that the Commissioner’s decision is not free of legal error  
17 and not supported by substantial evidence. ECF No. 17 at 2. More specifically,  
18 Plaintiff alleges that the ALJ erred by (1) improperly according “little weight” to  
19 the opinion of examining physician Marie Ho, M.D.; (2) improperly rejecting the  
20 claimant’s subjective complaints with respect to the intensity, persistence, and



1 limiting effect of Plaintiff's impairments as not entirely credible; and (3)  
2 improperly relying on vocational expert testimony given in response to a  
3 hypothetical based upon an inaccurate assessment of Plaintiff's residual functional  
4 capacity. ECF No. 17 at 7.

## 5 **VII. Discussion**

### 6 **A. The ALJ Improperly Accorded "Little Weight" to the Opinion of** 7 **Examining Physician Marie Ho, M.D.**

8 Plaintiff claims that the ALJ failed to set forth adequate reasons for according  
9 little weight to Dr. Ho's opinion, and that as a result, the ALJ erred in doing so.  
10 ECF No. 17 at 8-12. Defendant responds that the ALJ's decision to accord little  
11 weight to the opinion of Dr. Ho is supported by inferences reasonably drawn from  
12 the record. ECF No. 19 at 8-13.

13 The Ninth Circuit has distinguished between three classes of physicians in  
14 defining the weight to be given to their opinions: (1) treating physicians, who  
15 actually treat the claimant; (2) examining physicians, who examine but do not treat  
16 the claimant; and (3) non-examining physicians, who neither treat nor examine the  
17 claimant. *Lester v. Chater*, 81 F.3d 821, 830 (9th Cir. 1995). A treating  
18 physician's opinion is given the most weight, followed by an examining physician,  
19 and then by a non-examining physician. *Id.* at 803-831. In the absence of a  
20 contrary opinion, a treating or examining physician's opinion may not be rejected

1 unless “clear and convincing” reasons are provided. *Id.* at 830. If contradicted, a  
2 treating or examining doctor’s opinion can be discounted for “specific and  
3 legitimate reasons that are supported by substantial evidence in the record.” *Id.* at  
4 830-31. The controverting opinion of a non-examining physician, however, does  
5 not by itself constitute substantial evidence justifying the rejection of a treating or  
6 examining physician’s opinion. *Id.* at 831.

7 In a consultative examination report dated April 17, 2011, Dr. Ho opines that  
8 Plaintiff is limited to standing and walking less than two hours at one time without  
9 interruption in an eight-hour workday, and is limited to standing and walking a  
10 total time of less than six hours in an eight-hour workday. Tr. 278. In addition,  
11 Dr. Ho opined that Plaintiff is limited to sitting less than two hours at one time  
12 without interruption in an eight-hour workday, and is limited to sitting a total time  
13 of less than six hours in an eight-hour workday. *Id.* Restrictions of postural  
14 activities include kneeling, crouching, and stooping, which Dr. Ho opined Plaintiff  
15 should avoid due to limitations of his lower back. *Id.* With respect to lifting and  
16 carrying, Dr. Ho opined that Plaintiff is limited to 20 pounds occasionally and 10  
17 pounds frequently. *Id.*

18 In according little weight to Dr. Ho’s opinion, ALJ Morris credits the lifting and  
19 carrying restrictions contained in her report as consistent with the medical record,  
20 but finds that the restrictions on sitting and standing/walking, and postural activity

1 are not similarly supported. Tr. 25. ALJ Morris fails, however, to identify in what  
2 ways the medical record does not align with Dr. Ho's opinion. *Id.* Instead, ALJ  
3 Morris simply states his conclusion that "the determinations concerning sitting and  
4 standing/walking . . . and postural activity restrictions are not supported by the  
5 medical record." *Id.* In rejecting a treating or examining physician's opinion,  
6 however, an ALJ must do more than merely state his conclusions—he must set  
7 forth his own interpretation of the record and explain why his interpretation, and  
8 not the doctor's, is correct. *Garrison v. Colvin* 759 F.3d 995, 1012 (9th Cir. 2014).

9 This Court's review of the record in this case reveals no inconsistency with Dr.  
10 Ho's assessment of Plaintiff's limitations. The record reflects that in 2002,  
11 Plaintiff was diagnosed with degenerative arthritis and a small central disc  
12 protrusion at the L4/5 level. Tr. 218, 220, & 286. Despite this diagnosis, Plaintiff  
13 continued to work in positions with medium to heavy exertional demands. Tr. 36,  
14 168. Dr. Ho's examination, nearly 10 years later,<sup>2</sup> reveals that Plaintiff's condition  
15 has deteriorated to the point that he walks with a limp, Tr. 276, and is unable to lift  
16 his right foot, Tr. 275.

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18 <sup>2</sup> Other than the examination by Dr. Ho on April 17, 2011, Plaintiff testified  
19 at the hearing that he had not seen a doctor for approximately seven years.  
20 Tr. 37. This recollection appears to be accurate except for an emergency  
room visit for acute back pain in December of 2008, Tr. 302-03, and his  
receipt of authorization to possess marijuana for medical purposes in June of  
2011, Tr. 304. Many of the medical records from Selah Medical Center, where  
Plaintiff has received the majority of his treatment, relate to Plaintiff's  
son, see e.g. Tr. 243-67, the most recent entry from Selah Medical Center  
relating to Plaintiff is dated March 23, 2005. Tr. 211.

1 Although Plaintiff is able to drive and do his own shopping, Tr. 275, perform  
2 light cooking and house work, *id.*, has had significant success pursuing a degree in  
3 education, Tr. 51-52, and has custody of his children every other weekend, Tr. 55-  
4 56, there is no indication that the pursuit of these activities requires exertion that  
5 exceeds the limitations described by Dr. Ho. Plaintiff testified that he doesn't  
6 drive more than about five miles, and that his partner, who lives with him, helps  
7 him with cooking and household chores. Tr. 55. With respect to Plaintiff's  
8 success in school, Plaintiff testified that teachers have made accommodations  
9 allowing him to stand up or lean against a wall to help relieve his pain during class  
10 periods. Tr. 47. Plaintiff typically arrives at school around 7:00 A.M. and leaves  
11 around 12:00 P.M, with only three of those hours spent in the class setting. *Id.*  
12 Plaintiff testified that between classes he will lay down on a picnic bench to help  
13 relieve his pain and allow him to persevere through the remainder of his classes.  
14 *Id.* While Plaintiff does have visitation with his children every other weekend,  
15 their mother provides the majority of their care, and Plaintiff's testimony regarding  
16 his activities with his children are entirely consistent with Dr. Ho's evaluation of  
17 his limitations. Tr. 55-56.

18 The only evidence in the record that is inconsistent with Dr. Ho's opinion, are  
19 the opinions of non-examining physicians Norman Staley M.D., and Alnoor Virji  
20 M.D, who both opine that Plaintiff, with normal breaks, can stand or walk for a

1 total of six hours in an eight-hour workday, can sit for six hours in an eight hour  
2 workday, and can frequently engage in stooping and crouching with unlimited  
3 kneeling. The opinions of these non-examining physicians, however, are not by  
4 themselves sufficient to constitute substantial evidence that justifies the rejection  
5 of the opinion of an examining physician. *See Lester*, 81 F.3d at 831. Moreover,  
6 Dr. Ho had the benefit of an MRI taken on January 9, 2002, Tr. 274, which was not  
7 in the record when Dr. Staley and Dr. Virji reviewed Plaintiff's medical history,<sup>3</sup>  
8 Tr. 75, 86. The MRI was subsequently exhibited and made part of the record. Tr.  
9 286.

10 In sum, the record does not support the ALJ's decision to accord little weight to  
11 the opinion of Dr. Ho. The limited explanation provided by ALJ Morris as to why  
12 his own interpretation of Plaintiff's limitations, rather than Dr. Ho's, is correct, and  
13 his use of boilerplate language that portions of Dr. Ho's opinion "are not supported  
14 by the medical record" fail to offer a substantive basis for his assignment of little  
15 weight to Dr. Ho's opinion. Thus, the ALJ's assignment of "little weight" to the  
16 opinion of Dr. Ho constitutes legal error. *See Garrison*, 759 F.3d at 1012-13  
17 ("[A]n ALJ errs when he rejects a medical opinion or assigns it little weight while  
18 doing nothing more than . . . criticizing it with boiler plate language that fails to  
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20 <sup>3</sup> Although it is true that Dr. Staley and Dr. Virji had access to medical evidence that was unavailable to Dr. Ho, as Plaintiff points out, the majority of that evidence was not relevant to Plaintiff's spinal disorder. Tr. 71-74, 85-86.

1 offer a substantive basis for his conclusion.”). Moreover, as this Court’s review of  
2 the record in this case reveals, *supra* pp. 9-10, ALJ Morris’ conclusion that Dr.  
3 Ho’s assessment of Plaintiff’s limitations are not adequately corroborated by the  
4 record is not supported by substantial evidence. Accordingly, the Court finds that  
5 ALJ Morris improperly accorded little weight to the opinion of examining  
6 physician, Dr. Ho.

7 **B. The ALJ Improperly Assessed Plaintiff’s Credibility.**

8 Plaintiff argues that the ALJ erred in rejecting Plaintiff’s subjective complaints.  
9 ECF No. 17 at 12-17. The ALJ found that the claimant’s medically determinable  
10 impairment could reasonably be expected to cause some of the alleged symptoms,  
11 but that the claimant’s statements concerning the intensity, persistence and limiting  
12 effects of these symptoms are not credible to the extent they are inconsistent with  
13 his residual functional capacity assessment. Tr. 24.

14 An ALJ engages in a two-step analysis to determine whether a claimant’s  
15 testimony regarding subjective pain or symptoms is credible. *Tommasetti v.*  
16 *Astrue*, 533 F.3d 1035, 1039 (9th Cir. 2008). First, the claimant must produce  
17 objective medical evidence of an underlying impairment or impairments that could  
18 reasonably be expected to produce some degree of the symptoms alleged. *Id.*  
19 Second, if the claimant meets this threshold, and there is no affirmative evidence  
20 suggesting malingering, “the ALJ can reject the claimant’s testimony about the

1 severity of her symptoms only by offering specific, clear and convincing reasons  
2 for doing so.” *Id.*

3 In weighing a claimant's credibility, the ALJ may consider many factors,  
4 including, “(1) ordinary techniques of credibility evaluation, such as the claimant's  
5 reputation for lying, prior inconsistent statements concerning the symptoms, and  
6 other testimony by the claimant that appears less than candid; (2) unexplained or  
7 inadequately explained failure to seek treatment or to follow a prescribed course of  
8 treatment; and (3) the claimant's daily activities.” *Smolen v. Chater*, 80 F.3d 1273,  
9 1284 (9th Cir.1996).

10 ALJ Morris found that the Plaintiff’s subjective complaints regarding the  
11 intensity, persistence, and limiting effects of his symptoms were not entirely  
12 credible because (1) “[m]edical findings do not reveal an individual with a residual  
13 functional capacity that is more restrictive than the one determined in this  
14 decision”; and (2) “[t]he claimant’s level of activity does not support his allegation  
15 of disability.” Tr. 24. These findings, however, are not supported by substantial  
16 evidence in the record. First, contrary to ALJ Morris’ finding that the record does  
17 not reveal an individual with an RFC that is more restrictive than the one  
18 determined in his decision, the examination conducted by Dr. Ho, which this Court  
19 has already concluded was improperly accorded little weight, *see supra* pp. 7-11,  
20 indicates that Plaintiff is significantly more limited than the residual functional

1 capacity assessed by ALJ Morris would suggest. *See* Tr. 278. For example, ALJ  
2 Morris concluded that Plaintiff could frequently stoop, crouch, and crawl, Tr. 23,  
3 whereas Dr. Ho's assessment of Plaintiff's postural restrictions requires avoidance  
4 of stooping, crouching, and crawling altogether, Tr. 278.

5 Second, Plaintiff's level of activity is entirely consistent with his allegation of  
6 disability. As discussed above, *supra* at pp. 9-10, Plaintiff's level of activity is  
7 consistent with Dr. Ho's assessment of his limitations, including Plaintiff's  
8 considerable success in college. When Plaintiff's counsel proposed a hypothetical  
9 to vocational expert Trevor Duncan based upon the restrictions assessed by Dr. Ho,  
10 Mr. Duncan responded that the complete postural limitations in kneeling,  
11 crouching, and stooping would preclude all gainful employment. Tr. 59-60.

12 To the extent that Plaintiff's testimony is consistent with Dr. Ho's assessment  
13 of his limitations, the ALJ erred in finding such testimony not credible. As the  
14 foregoing analysis demonstrates, neither of the reasons identified by ALJ Morris  
15 for finding Plaintiff's statements regarding the intensity, persistence, and limiting  
16 effects of Plaintiff's impairments not credible are supported by substantial  
17 evidence in the record. Accordingly, the ALJ's credibility determination is in  
18 error.

19 **C. The ALJ's Assessment of Plaintiff's Residual Functional Capacity does**  
20 **not Accurately Reflect Plaintiff's limitations.**



1 Because the ALJ improperly discredited Plaintiff's subjective testimony  
2 regarding his limitations, and improperly accorded little weight to the opinion of  
3 Dr. Ho, the ALJ's residual functional capacity assessment does not accurately  
4 reflect Plaintiff's limitations, and consequently is in error. *See* 20 C.F.R. §  
5 404.1545(a)(2) (requiring an ALJ to consider all medically determinable  
6 impairments when determining a claimant's residual functional capacity). As a  
7 result, the vocational expert's testimony in response to the hypotheticals posed by  
8 the ALJ does not adequately address the functional limitations associated with  
9 Plaintiff's spinal disorder. Accordingly, the ALJ's conclusion that Plaintiff is  
10 capable of adjustment to other work that exists in significant numbers in the  
11 national economy, in reliance upon vocational expert testimony in response to the  
12 flawed hypotheticals, is similarly in error.

#### 13 **D. The Court Remands for Payment of Benefits.**

14 Given the ALJ's errors, the only remaining question is whether to remand for  
15 further administrative proceedings or simply for payment of benefits. "Where the  
16 Commissioner fails to provide adequate reasons for rejecting the opinion of a  
17 treating or examining physician, we credit that opinion 'as a matter of law.'" *Lester*, 81 F.3d at 834 (quoting *Hammock v. Bowen*, 879 F.2d 498, 502 (9th Cir.  
18 1989)). Similarly, "where the ALJ improperly rejects the claimant's testimony  
19 regarding his limitations, and the claimant would be disabled if his testimony were  
20

1 credited, '[the court] will not remand solely to allow the ALJ to make specific  
2 findings regarding that testimony.'" *Id.* (quoting *Varney v. Secretary of Health*  
3 *and Human Services*, 859 F.2d 1396, 1401 (9th Cir. 1988)). Case law dictates that  
4 remand for an award of benefits is appropriate when:

- 5 (1) the ALJ has failed to provide legally sufficient reasons for rejecting  
a medical opinion;
- 6 (2) there are no outstanding issues that must be resolved before a  
determination of disability can be made; and
- 7 (3) it is clear from the record that the ALJ would be required to find the  
claimant disabled were such evidence credited.

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9 *Harman v. Apfel*, 211 F.3d 1172, 1178 (9th Cir. 2000) (quoting *Smolen v. Chater*,  
10 80 F.3d 1273, 1292 (9th Cir. 1996)).

11 Because the evidence in this case, when it is given the effect required by law,  
12 demonstrates that Plaintiff would be unable to adjust to work that exists in  
13 significant numbers in the national economy, the Court remands for immediate  
14 payment of benefits. Plaintiff's sole examining physician, Dr. Ho, opined that  
15 Plaintiff had complete restrictions on kneeling, crouching, and stooping, and  
16 Plaintiff himself testified to activities of daily living that are consistent with Dr.  
17 Ho's assessment of his limitations. When the doctor's opinion and Plaintiff's  
18 testimony are credited, vocational expert testimony reveals that Plaintiff's  
19 limitations preclude gainful employment, *see* Tr. 59-60, and thus, no purpose  
20 would be served by remanding for further proceedings.

**VIII. Conclusion**

For the foregoing reasons, the Court finds the Commissioner's decision is not free of legal error or supported by substantial evidence. Therefore, Plaintiff's Motion for Summary Judgment is granted, and this matter is remanded for immediate payment of benefits.

Accordingly, **IT IS HEREBY ORDERED:**

1. Plaintiff's Motion for Summary Judgment, **ECF No. 17**, is **GRANTED**.
2. Defendant's Motion for Summary Judgment, **ECF No. 19**, is **DENIED**.
3. The District Court Executive is directed to enter judgment in favor of Plaintiff and against Defendant.
4. This matter is **REMANDED** for immediate payment of benefits.

**IT IS SO ORDERED.** The District Court Executive is directed to enter this Order, forward copies to counsel, and **CLOSE** the file.

**DATED** this 24th day of November, 2015.

/s Robert H. Whaley  
ROBERT H. WHALEY  
Senior United States District Judge